

**SOLANO COUNTY SHERIFF
CALIFORNIA MULTI-JURISDICTIONAL
METHAMPHETAMINE ENFORCEMENT TEAM
GRANT PROGRAM
GRANT AWARD NO. MH07 02 0480**

**Grant funded by the
California Governor's
Office of Emergency Services**

**Grant administered by the
Solano County Sheriff**

Independent Auditor's Reports and Grant Financial Statements

**For the Grant Period
July 1, 2007 through June 30, 2008**

**Solano County Sheriff
California Multi-jurisdictional
Methamphetamine Enforcement Team
Grant Program
Grant Award No. MH07 02 0480
For the Grant Period July 1, 2007 through June 30, 2008**

TABLE OF CONTENTS

	Page
Project Management	1
Independent Auditor's Report	2
Grant Financial Statement	
Statement of Grant Revenues and Expenditures	4
Notes to the Statement of Grant Revenues and Expenditures	5
Supplemental Information	
Schedule of Eligible Costs - Budget to Actual	7
Schedule of Disallowed Costs	8
Other Reports	
Independent Auditor's Report on Compliance and Internal Control Over Financial Reporting based on an Audit of Financial Statements Performed in accordance with Government Auditing Standards	9
Independent Auditor's Report on Compliance with Requirements Applicable to Grant Agreements and Internal Control over Compliance in accordance with certain provisions of the OES Recipient Handbook	11

**Solano County Sheriff
California Multi-jurisdictional
Methamphetamine Enforcement Team
Grant Program
Grant Award No. MH07 02 0480
For the Grant Period July 1, 2007 through June 30, 2008**

Project Management

Gary Stanton
Sheriff/Executive Director

Thomas A Ferrara
Undersheriff/Project Director

Michael S. Medvedoff
Director of Administrative
Services/Financial Officer

OFFICE OF THE AUDITOR-CONTROLLER

SIMONAPADILLA-SCHOLTENS, CPA
COUNTY AUDITOR-CONTROLLER

675 TEXAS STREET, SUITE 2800
FAIRFIELD, CALIFORNIA 94533-6338
PHONE (707) 784-6280
FAX (707) 784-3553



PHYLLISTAYNTON, CPA
ASSISTANT AUDITOR-CONTROLLER

Independent Auditor's Report

Gary R. Stanton
Sheriff/Coroner
Solano County Sheriff's Office

We have audited the accompanying Statement of Grant Revenues and Expenditures of the California Multi-jurisdictional Methamphetamine Enforcement Team (Cal-MMET) Grant, administered by the Solano County Sheriff's Office in accordance with the State of California Governor's Office of Emergency Services (OES) Grant Program, Grant Award Agreement No. MH07 02 0480, for the grant period July 1, 2007 through June 30, 2008. This statement is the responsibility of the Sheriff's management. Our responsibility is to express an opinion on the Statement of Grant Revenues and Expenditures based on our audit.

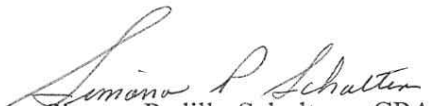
We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards for financial audits contained in the Government Auditing Standards, promulgated by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement of Grant Revenues and Expenditures is free of material misstatement. In addition, we also conducted our audit in accordance with certain provisions of the State of California Governor's *Office of Emergency Services Recipient Handbook*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audit provides a reasonable basis for our opinion.

The accompanying Statement of Grant Revenues and Expenditures was prepared for the purpose of the Cal-MMET complying with the audit requirements of the Office of Emergency Services' Grant Program, Grant Award Agreement No. MH07 02 0480, and is not intended to be a complete presentation of the Cal-MMET revenues and expenditures, as described in Note 3.

In our opinion, the Statement of Grant Revenues and Expenditures referred to above presents fairly, in all material respects, the grant revenues and expenditures of the Cal-MMET in accordance with the State of California's Office of Emergency Services Grant Program, Grant Award Agreement No. MH07 02 0480, for the grant period July 1, 2007 through June 30, 2008, in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued two reports dated March 12, 2009, on our consideration of the Cal-MMET's internal control over financial reporting, the Cal-MMET's compliance with certain provisions of laws and regulations, and our test of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of these reports is to describe the scope of our testing of internal control over financial reporting and compliance with various provisions of laws and regulations and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance with various provision of laws and regulations. These reports are an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of the audit.

Our audit was conducted for the purpose of forming an opinion on the Statement of Grant Revenues and Expenditures taken as a whole. The supplemental schedules are presented for purposes of additional analysis and are not a required part of the Statement of Grant Revenues and Expenditures. Such information has been subjected to the auditing procedures applied in the audit of the Statement of Grant Revenues and Expenditures and, in our opinion, is fairly stated in all material respects in relation to the Statement of Grant Revenues and Expenditures.


Simona Padilla-Scholtens, CPA
Auditor-Controller

March 12, 2009

**Solano County Sheriff
California Multi-jurisdictional
Methamphetamine Enforcement Team Grant Program
Grant Award No. MH07 02 0480
Statement of Grant Revenues and Expenditures
For the Grant Period July 1, 2007 through June 30, 2008**

Revenues:

State funds (Grant)	\$	443,571	
Total revenues			\$ 443,571

Expenditures:

Personal services	\$	443,571	
Total expenditures			443,571

Excess of revenues over expenditures	\$		<u><u>-</u></u>
---	----	--	-----------------

The accompanying notes are an integral part of this program statement.

**Solano County Sheriff
California Multi-jurisdictional
Methamphetamine Enforcement Team Grant Program
Notes to the Statement of Grant Revenues and Expenditures
For the Grant Period July 1, 2007 through June 30, 2008**

1. Description of Entity

The California Multi-jurisdictional Methamphetamine Enforcement Team (Cal-MMET) Program is administered by the Solano County Sheriff's Office. The program is partially funded by the State of California Governor's Office of Emergency Services (OES) grant. The program's main purpose is to combat the illegal production and distribution of methamphetamine and the related chemical compounds and precursors used during the manufacture of such drugs. It also involves the targeting of other problems within the cities under the County jurisdiction to reduce or ultimately remove such drugs and the criminal elements involved in the trafficking, manufacturing, and sales of the illegal substances within the greater Solano region. The Sheriff appointed the Undersheriff as Project Director to be responsible for the grant activities outlined in the grant application.

2. Description of Governor's Office of Emergency Grant Program

The State of California Governor's Office of Emergency Services (OES) Public Safety Branch administers state and federal grants that support public and private agencies operating public safety programs in communities throughout California. The Public Safety Branch oversees the eligibility and expansion of the California Multi-jurisdictional Methamphetamine Enforcement Team Program statewide. The State Program provides grant funds to county sheriff's departments to apprehend methamphetamine manufacturers and traffickers, dismantle clandestine labs, and seize assets related to the sale and distribution of methamphetamine.

The OES awarded \$443,571 of State Program grant funds to the Solano County Sheriff's Office to expand the Sheriff's existing program. The grant award number for this project is MH07 02 0480, and the grant period was from July 1, 2007 through June 30, 2008. The grant funds reimbursed the Sheriff's Cal-MMET program costs incurred under the terms of the grant award agreement for the grant period.

3. Basis of Grant Financial Statement Presentation

The Statement of Grant Revenues and Expenditures, and the Supplemental Schedules present information required by the OES. They depict the program revenues and expenditures, grant budget and actual costs (by budget category), and recommended disallowed costs, if any. This information is requested by the OES and, therefore, does not reflect the financial position or results of operation in accordance with generally accepted accounting principles.

4. Basis of Accounting

The financial records of the Cal-MMET are maintained using a modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 90 days of the end of the current fiscal period. Expenditures are recognized in the period in which governments in general normally liquidate the related liability rather than when the liability is first incurred (if earlier).

5. Status of Grant Funds

As of June 30, 2008, the Cal-MMET had the following outstanding grant funds related to Grant Award No. MH07 02 0480, which represent the final amount requested for reimbursement:

Program	Amount Requested But Not Yet Received
Solano County Cal-MMET Grant Award No. MH07 02 0480	\$ 93,680
Total	\$ 93,680

6. Risk Management

The Cal-MMET is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The Cal-MMET is covered under the County's Blanket Bond for risks of theft or embezzlement of money, errors and omissions, and natural disasters. The equipment owned by the Cal-MMET is covered for risks of property loss or damage under the County's property and general liability insurance programs organized by the California State Association of Counties – Excess Insurance Authority (CSAC-EIA; a joint powers authority created to provide self-insurance programs for its 53 member counties). Also, the Cal-MMET is covered for workers' compensation under the County's self-insurance workers' compensation program.

Solano County Sheriff
California Multi-jurisdictional
Methamphetamine Enforcement Team Grant Program
Grant Award No. MH07 02 0480
Schedule of Eligible Costs - Budget to Actual
For the Grant Period July 1, 2007 through June 30, 2008

	<u>State Grant Award Budget</u>	<u>Costs Accepted (Actual)</u>	<u>Budget to Actual (Over)/Under</u>
Personal services	\$ 443,571	\$ 443,571	\$ -
Total	<u>\$ 443,571</u>	<u>\$ 443,571</u>	<u>\$ -</u>

The accompanying notes are an integral part of this program statement.

Solano County Sheriff
California Multi-jurisdictional
Methamphetamine Enforcement Team Grant Program
Grant Award No. MH07 02 0480
Schedule of Disallowed Costs
For the Grant Period July 1, 2007 through June 30, 2008

	<u>Total Costs Claimed</u>	<u>Costs Accepted</u>	<u>Disallowed Costs</u>
Personal services	\$ 443,571	\$ 443,571	\$ -
Total	<u>\$ 443,571</u>	<u>\$ 443,571</u>	<u>\$ -</u>

The accompanying notes are an integral part of this program statement.

OFFICE OF THE AUDITOR-CONTROLLER

SIMONAPADILLA-SCHOLTENS, CPA
COUNTY AUDITOR-CONTROLLER

675 TEXAS STREET, SUITE 2800
FAIRFIELD, CALIFORNIA 94533-6338
PHONE (707) 784-6280
FAX (707) 784-3553



PHYLLISTAYNTON, CPA
ASSISTANT AUDITOR-CONTROLLER

Report on Compliance and on Internal Control over Financial Reporting based on an Audit of Financial Statements Performed in accordance with Government Auditing Standards

Gary R. Stanton
Sheriff/Coroner
Solano County Sheriff's Office

We have audited the Statement of Grant Revenues and Expenditures of the California Multi-jurisdictional Methamphetamine Enforcement Team (Cal-MMET) Grant, administered by the Solano County Sheriff's Office in accordance with the State of California Governor's Office of Emergency Services (OES) Grant Program, Grant Award Agreement No. MH07 02 0480, for the grant period July 1, 2007 through June 30, 2008, and have issued our report thereon dated March 12, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the Cal-MMET's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the Statement of Grant Revenues and Expenditures and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statement being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matter involving the internal control over financial reporting and its operation that we consider to be a material weakness.


Compliance

As part of obtaining reasonable assurance about whether the Cal-MMET's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of

laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts.

However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the management of the Solano County Sheriff's Office, and the State of California Governor's Office of Emergency Services, and is not intended to be and should not be used by anyone other than these specified parties.



Simona Padilla-Scholtens, CPA
Auditor-Controller

March 12, 2009

OFFICE OF THE AUDITOR-CONTROLLER

SIMONAPADILLA-SCHOLTENS, CPA
COUNTY AUDITOR-CONTROLLER

675 TEXAS STREET, SUITE 2800
FAIRFIELD, CALIFORNIA 94533-6338
PHONE (707) 784-6280
FAX (707) 784-3553



PHYLLISTAYNTON, CPA
ASSISTANT AUDITOR-CONTROLLER

**Report on Compliance with Requirements applicable to
The Grant Program and on Internal Control over Compliance
In accordance with certain provisions of the OES Recipient Handbook**

Gary R. Stanton
Sheriff/Coroner
Solano County Sheriff's Office

We have audited the compliance of the California Multi-jurisdictional Methamphetamine Enforcement Team (Cal-MMET) Grant Award Agreement, No. MH07 02 0480, administered by the Solano County Sheriff's Office, with the types of compliance requirements described in the *State of California Governor's Office of Emergency Services (OES) Recipient Handbook* that are applicable to its Grant Program and the Grant Award Agreement for the grant period July 1, 2007 through June 30, 2008. Compliance with the requirements of laws, regulations, contracts, and grants applicable to the OES Grant Program is the responsibility of the Cal-MMET's management. Our responsibility is to express an opinion on the Cal-MMET's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and certain provisions of the *OES Recipient Handbook*. Those standards and the OES Recipient Handbook required that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above could have a direct and material effect on the Grant Program occurred. An audit includes examining, on a test basis, evidence about the Cal-MMET's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the Cal-MMET's compliance with those requirements.

In our opinion, the Cal-MMET complied, in all material respects, with the requirements referred to above that are applicable to the Grant Award Agreement for the grant period July 1, 2007 through June 30, 2008. The results of our auditing procedures disclosed no instance of noncompliance with those requirements, which is required to be reported in accordance with the OES Recipient Handbook.

Internal Control over Compliance

The management of the Cal-MMET is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to the OES Grant Program. In planning and performing our audit, we considered the Cal-MMET's internal control over compliance with requirements that could have a direct and material effect on the Grant Program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with the OES Recipient Handbook.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants that would be material in relation to the OES Grant Program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matter involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the management of the Solano County Sheriff's Office, and the State of California Governor's Office of Emergency Services, and is not intended to be and should not be used by anyone other than these specified parties.


Simona Padilla-Scholtens, CPA
Auditor-Controller

March 12, 2009

OFFICE OF THE AUDITOR-CONTROLLER

SIMONAPADILLA-SCHOLTENS, CPA
COUNTY AUDITOR-CONTROLLER

675 TEXAS STREET, SUITE 2800
FAIRFIELD, CALIFORNIA 94533-6338
PHONE (707) 784-6280
FAX (707) 784-3553



PHYLLISTAYNTON, CPA
ASSISTANT AUDITOR-CONTROLLER

March 20, 2009

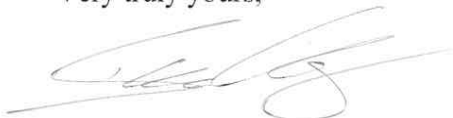
Governor's Office of Emergency Services
Grants Management Branch
3650 Schriever Ave.
Mather, CA 95655

Enclosed is the final audit report and grant financial statements resulting from our audit of the Solano County Sheriff's Office OES/Cal-MMET Grant Program Grant Award #MH07 02 0480 for the grant period July 1, 2007 – June 30, 2008.

We are submitting this report on the Sheriff's behalf in compliance with the report distribution requirements per the *Governor's OES 2006 Recipient Handbook Section 8221*.

If you have any questions, please contact me at 784-3057.

Very truly yours,


Ian M. Goldberg, CGAP
Deputy Auditor-Controller

Cc: Gary Stanton
Solano County Sheriff/Coroner

DATE RECEIVED:



AUDIT REVIEW #(s) 04540

Assigned To: Armstrong

Date Reviewed: 5/8/09

Reviewer's Initials: JD

Date Review(s) Completed: 5/8/09